



4004

ANNUAL REPORT

OF

Name: MILLTOWN MUTUAL TELEPHONE COMPANY

Principal Office: 107 N MILLTOWN AVE
P.O. BOX 40
MILLTOWN, WI 54858-0040

For the Year Ended: DECEMBER 31, 1999

TELECOMMUNICATIONS UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 267-9504

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

GENERAL RULES FOR REPORTING

1. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records in conformity with the Uniform System of Accounts prescribed by the Public Service Commission of Wisconsin in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
2. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used. However, please show the exact name of the respondent in full on the Identification and Ownership page.
3. Wherever information is requested in a "note", please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
4. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. Do not use parentheses for numeric values. The program will convert the minus sign to parentheses when a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
5. Please report all dollar amounts to the nearest whole dollar.
6. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
7. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, that previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
8. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
9. Please print a hard copy of the annual report on 20 pound or heavier paper, sign it and compare with the electronic copy before officially filing it with the Public Service Commission of Wisconsin.

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ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Access Line	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
Analog Signal	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
Cellular System	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
Central Office	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
Centrex	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
Channel	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
Customer	A person who uses a telephone as a subscriber.
Digital Signal	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
Equal Access	The ability of the subscriber to use any long distance service by dialing the same number of digits.
Exchange	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
Extended Area Service (EAS)	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
Extended Community Calling (ECC)	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
Feature Group A	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Feature Group B	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
Feature Group C	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
Feature Group D	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
FX-IN	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
FX-OUT	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
Host Switching System	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
Local Access Transport Area (LATA)	A geographic area within which an operating company may offer its telecommunications services.
Mobile Telephone	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
Paging	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
Pair	Two wires of a single circuit.
Pay Station	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
Private Line Service	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
Private Branch Exchange (PBX)	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
Radio Common Carrier (RCC)	A company which furnishes public telecommunications service using one or more radio channels.
Remote Switching Unit (RSU)	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

Route Miles	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none">1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.2. One mile of a cross country route with any combination of outside plant facilities.3. One mile of point-to-point microwave or radio link.4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.5. One mile of joint use line where the utility either owns the facility or leases space.
Stand Alone Switch	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
Trunk	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
Wide Area Telephone Service (WATS)	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
Wire Center	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

ABBREVIATIONS USED IN ANNUAL REPORTS

Acct	.....	Account
Accum	.....	Accumulated
Acq	.....	Acquisition
Admin	.....	Administrative
Alloc	.....	Allocation
Amort	.....	Amortization
 CO	.....	Central Office
 Depr	.....	Depreciation
 Equip	.....	Equipment
Exp	.....	Expenses
EOY	.....	End of Year
 FOY	.....	First of Year
 Info	.....	Information
ITC	.....	Investment Tax Credit
 Misc	.....	Miscellaneous
 Nonoper	.....	Nonoperating
Nonreg	.....	Nonregulated
 Oper	.....	Operating
Opns	.....	Operations
Orig	.....	Originating
 Prop	.....	Property
 Receiv	.....	Receivable
Reg	.....	Regulated
Rev	.....	Revenues
 Svcs	.....	Services
 Telecom	.....	Telecommunications
Term	.....	Terminating
TPIS	.....	Telecommunications Plant in Service
TPUC	.....	Telecommunications Plant Under Construction
 Uncoll	.....	Uncollectible

IDENTIFICATION AND OWNERSHIP

Exact Utility Name: MILLTOWN MUTUAL TELEPHONE COMPANY
Utility Location: 107 N MILLTOWN AVE
P.O. BOX 40
MILLTOWN, WI 54858-0040

Utility Web Site Address:

When was utility organized?: 01/01/1908

Report any change in name and the effective date:

Officer in charge of correspondence concerning this report

Name: MR JOHN K. KLATT
Title: PRESIDENT/CEO

Office Address: 107 MILLTOWN AVENUE NORTH
P.O. BOX 40
MILLTOWN, WI 54858

Fax Number: (715) 825 - 4299
Telephone Number: (715) 825 - 2171
Email Address: jkklatt@lakelandcommunications.net

Individual or firm, if other than utility employee, preparing this report

Name:
Title:

Office Address:

Fax Number:
Telephone Number:
Email Address:

Person responsible for financial information contained in report

Name: MRS SALLY A. BAJAK
Title: OFFICE MANAGER

Office Address: 107 MILLTOWN AVENUE NORTH
P.O. BOX 40
MILLTOWN, WI 54858

Fax Number: (715) 825 - 4299
Telephone Number: (715) 825 - 2171
Email Address: sbajak@lakelandcommunications.net

Person responsible for statistical information contained in report

Name: MRS SALLY A. BAJAK
Title: OFFICE MANAGER

Office Address: 107 MILLTOWN AVENUE NORTH
P.O. BOX 40
MILLTOWN, WI 54858

Fax Number: (715) 825 - 4299
Telephone Number: (715) 825 - 2171
Email Address: sbajak@lakelandcommunications

IDENTIFICATION AND OWNERSHIP

List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Name:	LAKELAND COMMUNICATIONS, INC.
Address:	28 1ST AVENUE WEST PO BOX 300 LUCK, WI 54853
Number of Shares Held:	1,968
Beneficial Owner:	NONE

List companies owned, controlled, or operated and form and extent of such ownership, control or operation.

Company Name:	LAKES COMMUNICATIONS, INC.
Form of Interest:	COMMON STOCK
Extent Of Interest:	100%

INCOME STATEMENT - TOTAL COMPANY

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues (5000-5300)	1,449,163	1,335,793	1
Operating Expenses			
Plant Specific Operations Expense (6110-6410)	263,283	259,450	2
Plant Nonspecific Operations Expense	375,468	340,960	3
Customer Operations Expense (6610-6620)	142,275	138,653	4
Corporate Operations Expense (6710-6790)	218,047	224,646	5
Other Operating Income and Expense (7100)	0	0	6
Operating Taxes (7200)	208,413	178,641	7
Total Operating Expenses	1,207,486	1,142,350	8
Net Operating Income	241,677	193,443	9
Other Income			
Nonoperating Income and Expense (7300)	199,260	218,900	10
Nonoperating Taxes (7400)	76,478	86,121	11
Interest and Related Items (7500)	34,109	34,238	12
Extraordinary Items (7600)	0	0	13
Nonregulated Net Income (7990)	73,518	41,795	14
Total Nonoperating Income	162,191	140,336	15
Net Income	403,868	333,779	16

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

-
1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

The accounting policies of the Company conform to generally accepted accounting principles. Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Telephone operations reflect practices appropriate to the telephone industry. The accounting records of the company are maintained in accordance with Uniform System of Accounts for Class A and B Telephone Companies prescribed by the Federal Communications Commission as modified by the Public Service Commission of Wisconsin (PSCW).

A. Property and Equipment

Telephone plant is capitalized at original cost including the capitalized cost of salaries and wages, materials, certain payroll taxes, employee benefits, and interest incurred during the construction period.

The Company provides for depreciation for financial reporting purposes on the straight-line method by the application of rates, based on the estimated service lives of the various classes of depreciable property.

Renewals and betterments of units of property are charged to telephone plant in service. When telephone plant is required, its cost is removed from the asset account and charged against accumulated depreciation, together with removal cost less any salvage realized. No gains or losses are recognized in connection with routine retirements of depreciable property. Repairs and renewals of minor items of property are included in plant specific operations expense.

B. Income Taxes

Income taxes are accounted for using a liability method and provide for the tax effects of transactions reported in the financial statements including both taxes currently due and deferred. Deferred taxes are adjusted to reflect deferred tax consequences at current enacted tax rates. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Company's deferred tax assets and liabilities include the difference between carrying amounts of depreciable assets and partnership investment basis. The deferred tax assets and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible when the assets and liabilities are recovered or settled.

C. Revenue Recognition

Revenues are recognized when earned regardless of the period in which they

NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

Revenues are recognized when earned regardless of the period in which they are billed.

Revenues relating to the provision of access services to customers are derived, in part, from tariffed access charges to toll service providers (interexchange carriers), and in part from sharing in interstate and intrastate pools. Interstate revenues are determined in accordance with cost separation procedures.

The Company is compensated for intrastate access under access charge procedures based on expense and plant investment levels, as determined by the Company and approved by the PSCW.

D. Cash and Cash Equivalents

All highly liquid investments purchased with a maturity of 3 months or less are considered cash equivalents.

-
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

None.

-
3. The notes should include an explicit and precise explanation of any retained earnings restrictions and should state the amount of retained earnings affected by such restrictions.

The mortgage to the United States of America, underlying the RUS notes, contains certain restrictions on the declaration of payment of cash dividends, redemption of capital stock, or investment in affiliated companies. As of December 31, 1999, the maximum amount which could be distributed in accordance with these restrictions was \$435,572, except as might be specifically authorized in writing in advance by the RUS noteholders.

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT ASSETS			
CASH AND EQUIVALENTS			
Cash and Equivalents (1120)*	477,615	622,384	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
TOTAL CASH AND EQUIVALENTS	477,615	622,384	
RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS			
Telecommunications Accounts Receivable (1180)*	87,108	83,179	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
Net: Telecommunications Accounts Receivable	87,108	83,179	
Other Accounts Receivable (1190)*	185,353	183,024	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
Net: Other Accounts Receivable	185,353	183,024	
Notes Receivable (1200)*	0	0	10
Notes Receivable Allowance (1201)*	0	0	11
Net: Notes Receivable	0	0	
Interest and Dividends Receivable (1210)*	0	0	12
TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS	272,461	266,203	
SUPPLIES			
Inventories (1220)*	27,364	29,468	13
TOTAL SUPPLIES	27,364	29,468	
PREPAYMENTS			
Total Prepayments (1280)*	6,615	8,440	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
TOTAL PREPAYMENTS	6,615	8,440	
OTHER CURRENT ASSETS			
Other Current Assets (1350)*	0	8,171	20
TOTAL OTHER CURRENT ASSETS	0	8,171	
TOTAL CURRENT ASSETS	784,055	934,666	
NONCURRENT ASSETS			
INVESTMENTS			
Investment in Affiliated Companies (1401)*	217,867	217,251	21
RTB Class B Stock (1402)*	0	0	22
Other Investments in Nonaffiliated Companies (1402)*	213,281	213,281	23
Nonregulated Investments (1406)*	38,256	23,945	24
Unamortized Debt Issuance Expense (1407)*	0	0	25
Sinking Funds (1408)*	0	0	26

BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
NONCURRENT ASSETS			
INVESTMENTS			
Other Noncurrent Assets (1410)*	5,528	3,417	27
TOTAL INVESTMENTS	474,932	457,894	
DEFERRED CHARGES			
Deferred Tax Regulatory Asset (1437)*	0	0	28
Deferred Maintenance and Retirements (1438)*	0	0	29
Deferred Charges (1439)*	0	0	30
TOTAL DEFERRED CHARGES	0	0	
TOTAL NONCURRENT ASSETS	474,932	457,894	
PLANT			
TELECOMMUNICATIONS PLANT IN SERVICE			
Telecommunications Plant in Service (2001)*	4,633,691	4,601,856	31
Less: Accumulated Depreciation (3100)*	3,304,849	3,025,120	32
Less: Accumulated Amortization--Capitalized Leases (3410)*	0	0	33
Less: Accumulated Amortization--Leasehold Improvements (3420)*	0	0	34
Less: Accumulated Amortization--Intangible (3500)*	0	0	35
NET TELECOMMUNICATIONS PLANT IN SERVICE	1,328,842	1,576,736	
PROPERTY HELD FOR FUTURE USE			
Prop. Held for Future Telecommun. Use (2002)*	0	0	36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*	0	0	37
NET PROPERTY HELD FOR FUTURE USE	0	0	
NONOPERATING PLANT			
Nonoperating Plant (2006)*	0	0	38
Less: Accumulated Depreciation--Nonoperating (3300)*	0	0	39
NET NONOPERATING PLANT	0	0	
TPUC			
TPUC (2003)*	4,864	0	40
TOTAL TPUC	4,864	0	
TELECOMMUNICATIONS PLANT ADJUSTMENT			
Telecommunications Plant Adjustment (2005)*	0	0	41
Less: Accumulated Amortization--Other (3600)*	0	0	42
NET TELECOMMUNICATIONS PLANT ADJUSTMENT	0	0	
TOTAL PLANT	1,333,706	1,576,736	
TOTAL ASSETS AND OTHER DEBITS	2,592,693	2,969,296	

BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
CURRENT LIABILITIES			
Accounts Payable (4010)*	280,620	296,414	1
Notes Payable (4020)*	0	0	2
Advance Billing and Payments (4030)*	0	276	3
Customer Deposits (4040)*	2,510	1,950	4
Current Maturities--Long-Term Debt (4050)*	66,700	64,800	5
Current Maturities--Capital Leases (4060)*	0	0	6
Income Taxes--Accrued (4070)*	52,848	217,232	7
Other Taxes--Accrued (4080)*	(9,173)	(6,135)	8
Net Current Deferred Operating Income Taxes (4100)*	0	0	9
Net Current Deferred Nonoperating Income Taxes (4110)*	0	0	10
Other Accrued Liabilities (4120)*	8,655	8,731	11
Other Current Liabilities (4130)*	0	0	12
TOTAL CURRENT LIABILITIES	402,160	583,268	
LONG-TERM DEBT			
Funded Debt (4210)*	733,318	800,130	13
Premium on Long-Term Debt (4220)*	0	0	14
Discount on Long-Term Debt (4230)*	0	0	15
Reacquired Debt (4240)*	0	0	16
Obligations Under Capital Leases (4250)*	0	0	17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*	0	0	19
TOTAL LONG-TERM DEBT	733,318	800,130	
OTHER LIABILITIES AND DEFERRED CREDITS			
Other Long-Term Liabilities (4310)*	20,847	14,739	20
Unamortized Operating ITC--Net (4320)*	0	0	21
Unamortized Nonoperating ITC--Net (4330)*	0	0	22
Net Noncurrent Deferred Operating Income Taxes (4340)*	90,573	122,579	23
Net Deferred Tax Liability Adjustments (4341)*	0	0	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(79,111)	(72,458)	25
Other Deferred Credits (4360)*	0	0	26
Deferred Tax Regulatory Liability (4361)*	0	0	27
TOTAL OTHER LIABILITIES AND DEFERRED CREDITS	32,309	64,860	
STOCKHOLDERS' EQUITY			
Capital Stock (4510)*	49,200	49,200	28
Additional Paid-in Capital (4520)*	0	0	29
Treasury Stock (4530)*	0	0	30
Other Capital (4540)*	0	0	31
Retained Earnings (4550)*	1,375,706	1,471,838	32
TOTAL STOCKHOLDERS' EQUITY	1,424,906	1,521,038	
TOTAL LIABILITIES AND OTHER CREDITS	2,592,693	2,969,296	

IMPORTANT CHANGES DURING THE YEAR

-
1. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

None .

-
2. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

None .

AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Lakeland Communications, Inc.	LAKELAND	1
Lakes Communications, Inc.	LAKES	2
Luck Telephone Company	LUCK	3

AFFILIATED INTEREST TRANSACTIONS

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing.

Particulars	(b)	(c)	(d)	(e)
(a)				
Docket	3690AT000103	3690AT000100		
Name of Affiliate	LAKELAND	LUCK		1
Designate whether billed to or from:	FROM	FROM		2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)	C	C		3
Total Dollar Activity	50,218	355,163		4
Percent of affiliate's business billed to all affiliated regulated utilities				5
If cost based, rate of return on equity or markup incorporated in billings	0.00	0.00		6
Footnotes				

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)	
GENERAL SUPPORT ASSETS				
Land	2111	15,854		1
Motor Vehicles	2112	114,079	48,403	2
Aircraft	2113	0		3
Special Purpose Vehicles	2114	0		4
Garage Work Equipment	2115	0		5
Other Work Equipment	2116	125,572	3,692	6
Buildings	2121	253,253	3,050	7
Furniture	2122	19,515		8
Office Equipment	2123	28,483	0	9
General Purpose Computers	2124	33,790	15,730	10
TOTAL--GENERAL SUPPORT ASSETS:		590,546	70,875	
CENTRAL OFFICE ASSETS				
Analog Electronic Switching	2211	0		11
Digital Electronic Switching	2212	1,455,310	6,056	12 A
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220	0		14
Radio Systems	2231	0	0	15
Circuit Equipment	2232	421,722	25,348	16 A
TOTAL--CENTRAL OFFICE ASSETS:		1,877,032	31,404	
INFORMATION ORIGATION/TERMINATION ASSETS				
Station Apparatus	2311	0		17
Customer Premises Wiring	2321	0		18
Large Private Branch Exchanges	2341	0		19
Public Telephone Terminal Equipment	2351	0		20
Other Terminal Equipment	2362	10,168		21
TOTAL--INFORMATION ORIG/TERM ASSETS:		10,168	0	
CABLE WIRE FACILITIES ASSETS				
Poles	2411	6,096		22
Aerial Cable	2421	0	0	23
Underground Cable	2422	8,317	0	24
Buried Cable	2423	2,098,533	31,346	25
Submarine Cable	2424	1,500	0	26
Deep Sea Cable	2425	0		27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431	263		29
Conduit Systems	2441	9,401		30
TOTAL--CABLE WIRE FACILITIES ASSETS:		2,124,110	31,346	
AMORTIZABLE ASSETS				
Capital Leases	2681	0		31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2111			15,854	1
2112	16,839		145,643	2
2113			0	3
2114			0	4
2115			0	5
2116			129,264	6
2121	73		256,230	7
2122			19,515	8
2123	0	0	28,483	9
2124			49,520	10
	16,912	0	644,509	
2211			0	11
2212	4,112	(6,104)	1,451,150	12 A
2215	0	0	0	13
2220			0	14
2231	0	0	0	15
2232	59,023	(15,639)	372,408	16 A
	63,135	(21,743)	1,823,558	
2311			0	17
2321			0	18
2341			0	19
2351			0	20
2362			10,168	21
	0	0	10,168	
2411			6,096	22
2421	0	0	0	23
2422	0	0	8,317	24
2423	0	0	2,129,879	25
2424	0	0	1,500	26
2425			0	27
2426	0	0	0	28
2431			263	29
2441			9,401	30
	0	0	2,155,456	
2681			0	31

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
AMORTIZABLE ASSETS			
Leasehold Improvements	2682	0	32
Intangibles	2690	0	33
TOTAL--AMORTIZABLE ASSETS:		0	0
TOTAL TELECOM. PLANT IN SERVICE	2001	4,601,856	133,625
Less: Allocation to Nonregulated Activity - EOY	2001		34
NET REG. TOTAL TELE. PLANT IN SERV. - EOY	2001		

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)

Account (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2682			0	32
2690			0	33
	0	0	0	
	80,047	(21,743)	4,633,691	
2001			0	34
			4,633,691	

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subaccount (b)	Balance FOY (c)	Additions (d)	
Office Support Equipment	2123.1	19,510		1
Company Communications Equipment	2123.2	8,973		2
Software	2212.1	134,049	3,017	3
Digital Switching - Central Office	2212.2	1,321,261	3,039	4 A
Digital Switching - Remote	2212.3	0		5
Step by Step Switching	2215.1	0		6
Crossbar Switching	2215.2	0		7
Satellite and Earth Station Facilities	2231.1	0		8
Other Radio Facilities	2231.2	0		9
Digital Circuit Equipment	2232.1	421,722	25,348	10 A
Analog Circuit Equipment	2232.2	0		11
Light Wave Circuit Equipment	2232.3	0		12
Aerial Cable - Nonmetallic	2421.1	0		13
Aerial Cable - Metallic	2421.2	0		14
Underground Cable - Nonmetallic	2422.1	0		15
Underground Cable - Metallic	2422.2	8,317		16
Buried Cable - Nonmetallic	2423.1	422,286	665	17
Buried Cable - Metallic	2423.2	1,676,247	30,681	18
Submarine Cable - Nonmetallic	2424.1	0		19
Submarine Cable - Metallic	2424.2	1,500		20
Intrabuilding Cable - Nonmetallic	2426.1	0		21
Intrabuilding Cable - Metallic	2426.2	0		22

Explain all amounts shown in column (g).

TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS) **(cont.)**

Subaccount (e)	Retirements (f)	Transfers / Adjustments (g)	Balance EOY (h)	
2123.1			19,510	1
2123.2			8,973	2
2212.1			137,066	3
2212.2	4,112	(6,104)	1,314,084	4 A
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			0	8
2231.2			0	9
2232.1	59,023	(15,639)	372,408	10 A
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2			0	14
2422.1			0	15
2422.2			8,317	16
2423.1			422,951	17
2423.2			1,706,928	18
2424.1			0	19
2424.2			1,500	20
2426.1			0	21
2426.2			0	22

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)	
GENERAL SUPPORT ASSETS						
Motor Vehicles	2112	59,645	33.3	15,700		1
Aircraft	2113	0				2
Special Purpose Vehicles	2114	0				3
Garage Work Equipment	2115	0				4
Other Work Equipment	2116	75,550	10.0	5,254		5
Buildings	2121	125,036	2.63	6,687		6
Furniture	2122	19,280				7
Office Equipment	2123	28,483				8
General Purpose Computers	2124	19,708	20.0	8,593		9
Total-- GENERAL SUPPORT ASSETS		327,702		36,234		0
CENTRAL OFFICE ASSETS						
Analog Electronic Switching	2211	0				10
Digital Electronic Switching	2212	992,933	11.28	194,978		11
Electro-Mechanical Switching	2215	0				12
Operator Systems	2220	0				13
Radio Systems	2231	0				14
Circuit Equipment	2232	368,874	8.33	9,042		15
Total-- CENTRAL OFFICE ASSETS		1,361,807		204,020		0
INFORMATION ORIG/TERM ASSETS						
Station Apparatus	2311	0				16
Customer Premises Wiring	2321	0				17
Large Private Branch Exchanges	2341	0				18
Public Telephone Terminal Equipment	2351	0				19
Other Terminal Equipment	2362	4,551	10.0	1,016		20
Total-- INFORMATION ORIG/TERM ASSETS		4,551		1,016		0
CABLE WIRE FACILITIES ASSETS						
Poles	2411	4,800	11.7	381		21
Aerial Cable	2421	0				22
Underground Cable	2422	7,589	5.0	416		23
Buried Cable	2423	1,312,360	5.3	111,151		24
Submarine Cable	2424	631	5.3	79		25
Deep Sea Cable	2425	0				26
Intrabuilding Network Cable	2426	0				27
Aerial Wire	2431	263				28

ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
CABLE WIRE FACILITIES ASSETS					
Conduit Systems	2441	5,417	2.5	329	29
Total-- CABLE WIRE FACILITIES ASSETS		1,331,060		112,356	0
Total Accumulated Depreciation	3100	3,025,120		353,626	0
Less: Allocation to Nonregulated Activity - Columns e, f and l	3100				30
Net Regulated Total Accum Depreciation - 3100 Columns e, f and l					

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2112	16,839		6,150		64,656	1
2113					0	2
2114					0	3
2115					0	4
2116					80,804	5
2121	73				131,650	6
2122					19,280	7
2123	0				28,483	8
2124					28,301	9
	16,912	0	6,150	0	353,174	
2211					0	10
2212	4,112				1,183,799	11
2215	0				0	12
2220					0	13
2231	0				0	14
2232	59,023				318,893	15
	63,135	0	0	0	1,502,692	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					5,567	20
	0	0	0	0	5,567	
2411					5,181	21
2421	0				0	22
2422	0				8,005	23
2423	0				1,423,511	24
2424	0				710	25
2425					0	26
2426	0				0	27
2431					263	28

ACCUMULATED DEPRECIATION CLASS A & B (cont.)

Acct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2441					5,746	29
	0	0	0	0	1,443,416	
3100	80,047	0	6,150	0	3,304,849	
3100						30
3100						

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

Plant Subaccount (a)	Subacct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
Office Support Equipment	2123.1	19,510			1
Company Communications Equipment	2123.2	8,973			2
Software	2212.1	133,086	25.0	3,017	3
Digital Switching - Central Office	2212.2	859,847	10.0	191,961	4
Digital Switching - Remote	2212.3	0			5
Step by Step Switching	2215.1	0			6
Crossbar Switching	2215.2	0			7
Satellite and Earth Station Facilities	2231.1	0			8
Other Radio Facilities	2231.2	0			9
Digital Circuit Equipment	2232.1	368,874	8.33	9,042	10
Analog Circuit Equipment	2232.2				11
Light Wave Circuit Equipment	2232.3				12
Aerial Cable - Nonmetallic	2421.1	0			13
Aerial Cable - Metallic	2421.2	0			14
Underground Cable - Nonmetallic	2422.1				15
Underground Cable - Metallic	2422.2	7,589	5.0	416	16
Buried Cable - Nonmetallic	2423.1	61,339	5.3	22,392	17
Buried Cable - Metallic	2423.2	1,251,021	5.3	88,759	18
Submarine Cable - Nonmetallic	2424.1				19
Submarine Cable - Metallic	2424.2	631	5.3	79	20
Intrabuilding Cable - Nonmetallic	2426.1	0			21
Intrabuilding Cable - Metallic	2426.2	0			22

ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)

Subacct (g)	Retired (h)	Cost of Removal (i)	Salvage (j)	Other (k)	Balance EOY (l)	
2123.1					19,510	1
2123.2					8,973	2
2212.1					136,103	3
2212.2	4,112				1,047,696	4
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					0	8
2231.2					0	9
2232.1	59,023				318,893	10
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2					0	14
2422.1					0	15
2422.2					8,005	16
2423.1					83,731	17
2423.2					1,339,780	18
2424.1					0	19
2424.2					710	20
2426.1					0	21
2426.2					0	22

RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	1,471,838	1,454,593	1
Changes:			
Balance Transferred from Income	403,868	333,779	2
Dividends Declared:			
Common	500,000	316,534	3
Preferred			4
Total Dividends Declared	500,000	316,534	
Miscellaneous Debits to Retained Earnings			5
Miscellaneous Credits to Retained Earnings			6
Balance--End of Year	<u>1,375,706</u>	<u>1,471,838</u>	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
LOCAL NETWORK SERVICES REVENUES			
Basic Local Service Revenue (5000)*	502,831	456,988	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
TOTAL BASIC LOCAL SERVICE REVENUE (5000)	502,831	456,988	
NETWORK INTERSTATE ACCESS SERVICES REV.			
End User Revenue (5081)*	106,352	100,041	11
Switched Access Revenue (5082)*	378,567	370,121	12
Special Access Revenue (5083)*	8,712	8,972	13
TOTAL INTERSTATE ACCESS REVENUES (5080)	493,631	479,134	
NETWORK INTRASTATE ACCESS SERVICES REV.			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	298,598	256,543	15
Special Access Revenue (5084.3)*	8,316	7,161	16
TOTAL INTRASTATE ACCESS REVENUES (5084)	306,914	263,704	
LONG DISTANCE NETWORK SERVICES MESSAGE REV.			
Long Distance Message Revenue (5100)*	2,563	2,563	17
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
Unidirectional Long Distance Revenue (5110)	0	0	
Long Distance Private Network Revenues			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
Total Long Distance Private Network Revenue	0	0	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.	2,563	2,563	

REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY *)

Particulars (a)	This Year (b)	Last Year (c)	
MISCELLANEOUS REVENUES			
Directory Revenue (5230)*	74,854	62,691	30
Rent Revenue (5240)*	5,709	8,627	31
Corporate Operations Revenue (5250)*	0	0	32
Miscellaneous:			
Miscellaneous Revenue (5260)*	10,330	12,708	33
Special Billing Arrangements Revenue (5261)			34
Customer Operations Revenue (5262)			35
Plant Operations Revenue (5263)			36
Other Incidental Regulated Revenue (5264)			37
Other Revenue Settlements (5269)			38
Total Miscellaneous Revenue (5260)	10,330	12,708	
Interstate Billing and Collection Revenue*	37,360	36,695	39
Intrastate Billing and Collection Revenue*	22,165	31,957	40
Total Carrier Billing and Collection Revenue (5270)*	59,525	68,652	
Nonregulated Operating Revenue (5280)**			41
TOTAL MISCELLANEOUS REVENUES	150,418	152,678	
GROSS OPERATING REVENUES	1,456,357	1,355,067	
UNCOLLECTIBLE REVENUES			
Uncollectible Revenue (5300)*	7,194	19,274	42 C
Uncollectible Revenue--Telecommunications (5301)			43
Uncollectible Revenue--Other (5302)			44
TOTAL UNCOLLECTIBLE REVENUE (5300)	7,194	19,274	
TOTAL OPERATING REVENUES	1,449,163	1,335,793	

** Account 5280 is to be used only by those companies subject to dual jurisdiction.

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
PLANT SPECIFIC OPERATIONS EXPENSE			
Total Network Support Expense (6110)	16,400	9,393	1
Less: Nonregulated			2
Net Regulated	16,400	9,393	3
Total General Support Expense (6120)	32,534	32,158	4
Less: Nonregulated			5
Net Regulated	32,534	32,158	6
Total Central Office Switching Expense (6210)	112,550	93,745	7
Less: Nonregulated			8 D
Net Regulated	112,550	93,745	9
Total Operator Systems Expense (6220)	0	0	10
Less: Nonregulated			11
Net Regulated	0	0	12
Total Central Office Transmission Expenses (6230)	4,349	3,043	13
Less: Nonregulated			14
Net Regulated	4,349	3,043	15
Total Information Orig. / Term. Expense (6310)	0	0	16
Less: Nonregulated			17
Net Regulated	0	0	18
Total Cable and Wire Fac. Expense (6410)	97,450	121,111	19
Less: Nonregulated			20
Net Regulated	97,450	121,111	21
TOTAL PLANT SPECIFIC OPERATIONS EXPENSE	263,283	259,450	
Less: Nonregulated	0	0	
Net Regulated	263,283	259,450	
PLANT NONSPECIFIC OPERATIONS EXPENSE			
Total Other Property, Plant and Equip. Exp. (6510)	0	0	22
Less: Nonregulated			23
Net Regulated	0	0	24
Total Network Operations Expense (6530)	3,885	7,471	25
Less: Nonregulated			26
Net Regulated	3,885	7,471	27
Access Expense (6540)	5,343	2,030	28
Less: Nonregulated			29
Net Regulated	5,343	2,030	30
Total Depreciation and Amortization Expense (6560)	366,240	331,459	31
Less: Nonregulated			32
Net Regulated	366,240	331,459	33
TOTAL PLANT NONSPECIFIC OPERATIONS EXP.	375,468	340,960	
Less: Nonregulated	0	0	
Net Regulated	375,468	340,960	

EXPENSES - CLASS A & B

Particulars (a)	Total This Year (b)	Total Last Year (c)	
CUSTOMER OPERATIONS EXPENSE			
Total Marketing (6610)	2,380	(45)	34
Less: Nonregulated			35
Net Regulated	2,380	(45)	36
Total Services (6620)	139,895	138,698	37
Less: Nonregulated			38
Net Regulated	139,895	138,698	39
TOTAL CUSTOMER OPERATIONS EXPENSE	142,275	138,653	
Less: Nonregulated	0	0	
Net Regulated	142,275	138,653	
CORPORATE OPERATIONS EXPENSE			
Total Exec. and Planning (6710)	85,030	90,796	40
Less: Nonregulated			41
Net Regulated	85,030	90,796	42
Total General and Administrative (6720)	133,017	133,850	43
Less: Nonregulated			44
Net Regulated	133,017	133,850	45
Provision for Uncollectible Notes Receiv. (6790)	0	0	46
Less: Nonregulated			47
Net Regulated	0	0	48
TOTAL CORPORATE OPERATIONS EXPENSE	218,047	224,646	
Less: Nonregulated	0	0	
Net Regulated	218,047	224,646	
TOTAL EXPENSES	999,073	963,709	
Less: Nonregulated	0	0	
Net Regulated	999,073	963,709	

EXPENSES - CLASS A & B (DETAIL)

Particulars (a)	Total This Year (b)	Total Last Year (c)	
Property Held for Future Tele. Use Exp. (6511)		0	1
Provisioning Expense (6512)			2
Total: Reported in Account 6510	0	0	
Depreciat. Exp.--Tele. Plant in Service (6561)	366,240	331,459	3
Depreciat. Exp.--Prop. Held for Future Tele. Use (6562)			4
Amortization Expense--Tangible (6563)			5
Amortization Expense--Intangible (6564)			6
Amortization Expense--Other (6565)			7
Total: Reported in Account 6560	366,240	331,459	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	1,456,357	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year		3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): None.	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>1,456,357</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	502,831	1
Plus: Total Intrastate Access Revenues (5084)	306,914	2
Plus: Total Long Distance Network Services Revenue	2,563	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): None.	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>812,308</u>	

CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.

Description (a)	This Year (b)	
Gross Operating Revenues	1,456,357	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year		3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): None.	0	8
Assessable Revenues for Remainder and Telephone Relay Assessment Purposes	<u>1,456,357</u>	

CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	502,831	1
Plus: Total Intrastate Access Revenues (5084)	306,914	2
Plus: Total Long Distance Network Services Revenue	2,563	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues		5
Plus (or Less) Other (please specify): None.	0	6
Assessable Revenues for Universal Service Fund Assessment Purposes	<u>812,308</u>	

OTHER INCOME ACCOUNTS

Particulars (a)	This Year (b)	Last Year (c)	
OTHER OPERATING INCOME AND EXPENSE			
Total Other Oper. Income and (Expense) (7100)	0	0	1
OPERATING TAXES			
Operating Investment Tax Credits--Net (7210)	0	(12,600)	2
Operating Federal Income Taxes (7220)	94,952	93,285	3
Operating State and Local Income Taxes (7230)	32,502	24,932	4
Operating Other Taxes (7240)	86,263	78,624	5
Provision for Deferred Operating Income Taxes--Net (7250)	(5,304)	(5,600)	6
TOTAL OPERATING TAXES (7200)	208,413	178,641	
NONOPERATING INCOME AND EXPENSE			
Dividend Income (7310)	0	19,666	7
Interest Income (7320)	22,563	12,876	8
Income from Sinking and Other Funds (7330)	0	0	9
Allowance for Funds Used During Construction (7340)	0	0	10
Gains or (Losses) from the Disposition of Certain Property (7350)	0	0	11
Other Nonoperating Income (7360)	178,349	188,008	12
Special Charges (7370)	1,652	1,650	13
TOTAL NONOPERATING INCOME AND EXPENSE (7300)	199,260	218,900	
NONOPERATING TAXES			
Total Nonoperating Taxes (7400)	76,478	86,121	14
INTEREST AND RELATED ITEMS			
Total Interest and Related Items (7500)	34,109	34,238	15
EXTRAORDINARY ITEMS			
Extraordinary Items (7600)	0	0	16
NONREGULATED NET INCOME			
Nonregulated Net Income (7990)	73,518	41,795	17

NONREGULATED ACTIVITIES

List the type of nonregulated activities that the company is involved in.

Nonregulated Activity (a)	
Provider of Internet Services	1
Sale of Cellular Phones	2
Sale of Customer Premise Equipment	3

TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
LOCAL			
Intra-Exchange	72	988	1
Extended Area Service	177	796	2
Extended Community Calling	66	213	3
Other Local-Undefined	0	0	4
Total Local	315	1,997	
TOLL			
Toll	90	912	5
Total Toll	90	912	
Total Local & Toll	405	2,909	

ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.	0	0	0	0	1
Feature Group A -- Term.	69	0	0	0	2
Feature Group B -- Orig.	0	0	0	0	3
Feature Group B -- Term.	0	0	0	0	4
Feature Group C -- Orig.	0	0	663	1	5
Feature Group C -- Term.	0	0	672	1	6
Feature Group D -- Orig.	2,707	368	513	0	7
Feature Group D -- Term.	3,699	1,954	298	0	8

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	32	1
Strand miles of plant - fiber optics	296	2
Route miles of plant - microwave	0	3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	2	3	1
56 kbps	0	3	2 B
64 kbps (DS0)	0	0	3 B
1.54 Mbps (DS-1)	1	0	4 B
45 Mbps (DS-3)	0	0	5 B
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	32	1
Strand miles of plant - fiber optics	296	2
Route miles of plant - microwave	0	3

SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
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56 kbps	0	3	2 B
64 kbps (DS0)	0	0	3 B
1.54 Mbps (DS-1)	1	0	4 B
45 Mbps (DS-3)	0	0	5 B
SONET OC-1	0	0	6
SONET OC-3	0	0	7
SONET OC-12	0	0	8
SONET OC-48	0	0	9
SONET OC-192	0	0	10

SERVICE DATA

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Business			
1 Party	232	245	3
2 Party			4
4 Party			5
PBX Trunks/System Trunks			6
Centrex Trunks			7
Centrex Lines			8
Key System Trunks	68	73	9
Mobile (Utility Provided Service)			10
Paging (Utility Provided Service)	165	140	11
FX-Out (Switched)	3	3	12
Pay Telephone	7	5	13
Coin-Operated Pay Telephone		0	14
Independent Pay Telephone Provider	1	3	15
Pay Stations - Public			16
- Semi-Public			17
- Cust. Owned			18
Other			19
Total Business Lines	476	469	20
Residential (Incl. Emp. Concess.)			
1 Party	2,164	2,169	22
2 Party			23
4 Party			24
FX-Out (Switched)			25
Other	13	13	26
Total Residential Lines	2,177	2,182	27
Total Bus & Res Lines	2,653	2,651	28
Company Used Lines	87	96	29
Total Lines Used	2,740	2,747	30

SERVICE DATA (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
Miscellaneous			
WATS Lines - OutWATS			3
WATS Lines - 800 Service			4
FX-In-intraLATA	1	1	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	4	6	7
Special Access-interLATA			8
(expressed in equiv. access lines)	27	26	9
Feature Group A Lines			10
Feature Group B Trunks			11
Feature Group C Trunks			12
Feature Group D Trunks	95	95	13
TSPS - Trunks	9	9	14
EAS - Trunks	154	162	15
Cellular Trunks (Pub. Sw. Net.)			16
Video Distance Learning			17
- discounted (special tariff)	1	1	18
Customers			
Business - 2 Party Customers			19
Business - 4 Party Customers			20
Residential - 2 Party Customers			21
Residential - 4 Party Customers			22
Other			
Total Central Office, Info. Orig./Term., & Cable			23
Wire Fac. Assets (based on physical location of plant)	4,011,310	3,989,182	24
Total Company Square Miles	86	86	25
Total Company Route Miles	292	294	26
Footnotes			27
			28
			29
			30

SERVICE DATA - END OF YEAR

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	1940	3400			1
Business					2
1 Party	41	204			3
2 Party					4
4 Party					5
PBX Trunks/System Trunks					6
Centrex Trunks	---CONF---	---CONF---			7
Centrex Lines					8
Key System Trunks		73			9
Mobile (utility provided service)					10
Paging (utility provided service)		140			11
FX-Out (Switched)		3			12
Pay Telephone	1	4			13
Coin-Operated Pay Telephone	0	0			14
Independent Pay Telephone Provider	1	2			15
Pay Stations - Public					16
- Semi-Public					17
- Cust. Owned					18
Other					19
Total Business Lines	43	426	0	0	20
Residential (Incl. Emp. Concess.)					21
1 Party	943	1,226			22
2 Party					23
4 Party					24
FX-Out (Switched)					25
Other	3	10			26
Total Residential Lines	946	1,236	0	0	27
Total Bus & Res Lines	989	1,662	0	0	28
Company Used Lines	7	89			29
Total Lines Used	996	1,751	0	0	30

SERVICE DATA - END OF YEAR (cont.)

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	1940	3400			1
Miscellaneous					2
WATS Lines - OutWATS					3
WATS Lines - 800 Service					4
FX-In-intraLATA		1			5
Special Access-intraLATA					6
(equiv. access lines)		6			7
Special Access-interLATA					8
(equiv. access lines)		26			9
Feature Group A Lines					10
Feature Group B Trunks					11
Feature Group C Trunks					12
Feature Group D Trunks		95			13
TSPS - Trunks		9			14
EAS - Trunks		162			15
Cellular Trunks (Pub. Sw. Net.)					16
Video Distance Learning					17
- discounted (special tariff)		1			18
Customers					19
Business - 2 Party Customers					20
Business - 4 Party Customers					21
Residential - 2 Party Customers					22
Residential - 4 Party Customers					23
Other					24
Exchange C.O., Info. Orig./Term., & Cable					25
Wire Fac. Assets (based on physical					26
location of plant)	1,595,673	2,393,509			27
Exchange Square Miles	36	50			28
Exchange Route Miles	121	173			29
Footnotes					30

MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

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Electronic--Digital	D	3
Electronic--Video	V	4

CENTRAL OFFICE DATA - END OF YEAR

When an exchange has more than one central office, data must be reported for each central office.

Description (a)	Central Off. (b)	Central Off. (c)	Central Off. (d)	Central Off. (e)	
Exchange Name	FOX CREEK	MILLTOWN			1
PSCW Exchange ID	1940	3400			2
Central Office Name	FOX CREEK	MILLTOWN			3
PSCW Central Office ID	1	1			4
Manufacturer of COE (Page 54)	SC	SC			5
Year COE Installed	1986	1986			6
Type of Equipment (Page 54)	D	D			7
(S)tandalone, (H)ost, (R)emote	R	H			8
Remote Host PSCW Exchange ID	3400				9
Remote Host PSCW Central Office ID	1				10
COE Generic Software Release No.	19	19			11
SS7?	Yes	Yes			12
9-1-1?	Yes	Yes			13
Access Lines - In Use	993	1,600			14
- Equipped	1,077	1,658			15
- Wired	1,080	1,980			16
Trunks - In Use	0	278			17
- Equipped	0	326			18
- Wired	0	360			19
ISDN Available?	No	No			20
ISDN Lines - In Use (BRI)					21
- In Use (PRI)					22
Switched 56 Service?	No	No			23
Switched 56 lines in use					24
Digital Transmission Facilities: DS-1 - In Use	5	16			25
DS-3 - In Use	0	1			26
Advanced Data Service Available:					
Packet Switching?	No	No			27
SMDS?	No	No			28
Frame Relay?	No	No			29
ATM (Asynchronous Trans. Mode)?	No	No			30
Video Information - Service Available?	No	No			31
- In Use (# lines) ¹					32
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	48	64			33
No. of fiber strands working (LIT) in C.O.	48	29			34
No. of fiber strands for interoffice use	48	8			35
Miles of fiber sheath in wire center	7	25			36
Access Tandem Serving this C.O.:					
- C.O. Name	FREDERIC	FREDERIC			37
- PSCW C.O. ID	1960-01	1960-01			38
Does this C.O. do access tandem switching?	No	No			39
Equal Access: InterLATA (1+)?	Yes	Yes			40
Equal Access: IntraLATA (1+)?	Yes	Yes			41
Footnotes					42

¹ Teleco provided end-to-end facility.

GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

General Footnote

Schedule Footnotes

Schedule Line Footnotes

- A) Transfer of equipment to affiliate.
- B) Milltown Mutual Telephone Company did not provide any of these special circuits in 1999.
- C) Uncollectible Revenue, Account #5300, decreased 168% due to increased collection efforts in 1999.
- D) Central Office Switching Expense, Account #6210, increased 21% due to increased maintenance and repairs to switching equipment.